

District Information		
District Name	Michigan Online School	
District Code	80900	
Address	209 S State St Gobles, MI 49055	
Superintendent Information		
Name		
Email Address		
Office Phone	Cell	
Business Manager Information		
Name	Kyle Schroeder	
Email Address	kyle.schroeder@michiganonlineschool.com	
Office Phone	Cell	765-716-9506
		269-216-6972
Board President Information		
Name	Chris VanWinkle	
Email Address	cvanwinkle@nationstitle.com	
Office Phone	Cell	269-501-4207
		269-553-9904 x5450
Union President Information		
Name		
Email Address		
Office Phone	Cell	

Deficit Elimination Plan

Michigan Online School

Account	Preliminary Actual 2017-18	Budgeted 2018-19	Yearly Increase (Decrease)	% Increase (Decrease)	Estimated 2019-20	Yearly Increase (Decrease)	% Increase (Decrease)	Estimated 2020-21	Yearly Increase (Decrease)	% Increase (Decrease)	Estimated 2021-22	Yearly Increase (Decrease)	% Increase (Decrease)	Estimated 2022-23	Yearly Increase (Decrease)
1 Beginning Fund Equity	\$0	(\$2,644,201)			\$930,933			\$1,755,738			\$2,586,693			\$3,423,230	
2 Add: Revenues															
3 11x Local Sources	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0
4 51x Local Rec'd Thru Another Public Sch	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0
5 2xx Other Political Sub.	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0
6 3xx State Sources	(\$0)	\$6,612,047	\$6,612,047	#####	\$3,896,431	(\$2,713,615)	-41.04%	\$3,941,862	\$43,451	1.11%	\$3,985,363	\$43,481	1.10%	\$4,028,874	\$43,511
7 4xx Federal Sources	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0
8 52x-6xx Incoming Transfers & Other	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0
9 TOTAL REVENUES, ETC	(\$0)	\$6,612,047	\$6,612,047	#####	\$3,896,431	(\$2,713,615)	-41.04%	\$3,941,862	\$43,451	1.11%	\$3,985,363	\$43,481	1.10%	\$4,028,874	\$43,511
10 TOTAL RESOURCES AVAILABLE	(\$0)	\$3,967,846	\$3,967,846	#####	\$4,829,364	\$861,518	21.71%	\$5,697,620	\$868,256	17.98%	\$6,572,056	\$874,436	15.35%	\$7,452,105	\$880,049
11 Less: Expenditures															
12 1xx Classroom Inst	\$880,643	\$1,567,062	\$686,419	77.95%	\$1,589,077	\$22,015	1.40%	\$1,611,532	\$22,455	1.41%	\$1,634,437	\$22,904	1.42%	\$1,657,799	\$23,362
13 Support Services															
14 21x Pupil	\$400	\$35,700	\$35,300	8825.00%	\$36,057	\$357	1.00%	\$36,418	\$361	1.00%	\$36,782	\$364	1.00%	\$37,150	\$368
15 22x Instructional Staff	\$289,974	\$323,605	\$33,632	11.70%	\$327,145	\$3,539	1.00%	\$330,417	\$3,271	1.00%	\$333,724	\$3,304	1.00%	\$337,056	\$3,337
16 23x General Administration	\$354,874	\$143,050	(\$211,814)	-59.69%	\$144,491	\$1,431	1.00%	\$145,936	\$1,445	1.00%	\$147,395	\$1,456	1.00%	\$148,869	\$1,474
17 24x School Administration	\$354,065	\$480,336	\$126,271	35.66%	\$485,139	\$4,803	1.00%	\$489,991	\$4,851	1.00%	\$494,891	\$4,900	1.00%	\$499,840	\$4,940
18 25x Business	\$231,822	\$67,256	(\$164,566)	-70.96%	\$67,929	\$673	1.00%	\$68,608	\$679	1.00%	\$69,294	\$686	1.00%	\$69,987	\$693
19 26x Operation & Maintenance	\$43,128	\$65,890	\$22,762	52.78%	\$66,549	\$659	1.00%	\$67,214	\$665	1.00%	\$67,887	\$672	1.00%	\$68,565	\$679
20 27x Transportation	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0
21 28x Central	\$489,295	\$353,703	(\$135,592)	-27.71%	\$357,240	\$3,537	1.00%	\$360,812	\$3,572	1.00%	\$364,421	\$3,608	1.00%	\$368,065	\$3,644
22 29x Other	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0
23 3xx Community Services	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0
24 41,42,43 Outgoing Transfers	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0
25 45x Facilities Act	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0
26 51x Debt Service	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0
27 6xx Fund Modifications	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0	0.00%	\$0	\$0
28 TOTAL EXP. & OUTGOING TRANSFERS	\$2,644,201	\$3,036,913	\$392,712	14.85%	\$3,073,627	\$36,714	1.21%	\$3,110,927	\$37,301	1.21%	\$3,148,826	\$37,898	1.22%	\$3,187,332	\$38,506
29 ENDING FUND BALANCE	(\$2,644,201)	\$930,933	\$3,575,134	-135.21%	\$1,755,738	\$824,805	88.60%	\$2,586,693	\$830,965	47.33%	\$3,423,230	\$836,537	32.34%	\$4,264,773	\$841,542

Notes:

Assumptions used in DEP

- 1--Up to 100% of the State Aid adjustment of \$2,805,129.46 made against 2017-18 revenue could be recovered by installment during the term of this DEP.
- 2--Student FTE reported for fall 2018 is held constant throughout the DEP.
- 3--Foundation Grant per pupil amount increases by \$100 per year.
- 4--At Risk categorical \$ held constant throughout the DEP.
- 5--1xx expense budgets increased by 2% per year, 2xx expense budgets increased by 1% per year.
- 6--Any federal grants awarded to the school would supplement programs and revenue/expenses would net to \$0.

NARRATIVE SECTION

1. Which employee groups have completed negotiations for 2018-19?
Answer: Non-union employees
2. Which employee groups have not completed negotiations for 2018-19?
Answer: Non-union employees
3. Which employee groups have completed negotiations for 2019-20?
Answer: Non-union employees
4. Which employee groups have not completed negotiations for 2019-20?
Answer: Non-union employees
5. What is the next year employee negotiations will be open?
Answer: Non-union employees
6. Are projected savings from employee negotiations included in 2018-19?
Answer: Non-union employees
7. Are projected savings from employee negotiations included in 2019-20?
Answer:
8. What factors caused the school district's deficit?
Answer: All FTE removed from Spring General 2018
9. What is the school district's plan to eliminate the deficit?
Answer:
10. What subjects or instructional programs have been proposed for discontinuing or curtailing?
Answer:
11. What support services would be reduced or eliminated?
Answer: None - we are working at the bare minimum due to FTE removal
12. What specific steps have been initiated to carry out the plan?
Answer: No hiring of needed positions.
13. Please give the details of staff reductions for instruction, support services, and community services.
Answer: No reductions and support services.
14. Please give the details of any proposed employee wage concessions. Have those concessions been adopted?
Answer: See DEP narrative.
15. Is a copy of the most recent board approved budget included with your submission?
Answer: Yes
16. Is a copy of the board resolution approving this Deficit Elimination Plan included with your submission?
Answer: Board will approve DEP in January of 2019.
17. List expected savings to be achieved by eliminating specific extra-curricular activities.
Answer: N/A
18. Do you have a sinking fund? If so, what is it designated for?
Answer: N/A
19. Are you current on payments to MPSERS, health insurance premiums, etc.?
Answer: N/A

SCHOOL DISTRICT NAME: Michigan Online School
MONTHLY DEFICIT ELIMINATION PLAN REPORT
FOR THE MONTH ENDING: 2/28/2019

Acct Codes		A 2018-19 Board Approved Budget/DEP	B Actual Year-to-Date	C Projected To-Year-End	D (B+C) Total Projected	E (D-A) Variance	F (E/A) % Variance	Variance Explanation
1	Beginning Fund Equity	(\$2,644,201)	\$90,240		\$90,240	\$2,734,441	-103.41%	After posting Jan 2019 state aid payment prior year adjustments
2	Add: Revenues							
3 11X	Local Sources	\$0	\$376	\$624	\$1,000	\$1,000	100.00%	Per Mar 2019 amended budget
4 51X	Local Rec'd Thru Other Public Schl	\$0	\$0	\$0	\$0	\$0	0.00%	
5 2xx	Local Thru Other Political Sub	\$0	\$0	\$0	\$0	\$0	0.00%	
6 3xx	State Sources	\$6,612,047	\$5,170,944	\$2,396,437	\$7,567,381	\$955,334	14.45%	Per Mar 2019 amended budget factoring At Risk and current year student blend
7 4xx	Federal Sources	\$0	\$0	\$0	\$0	\$0	0.00%	
8 52x-6xx	Incoming Transfers & Other	\$0	\$0	\$0	\$0	\$0	0.00%	
9	Total Current Year Revenues	\$6,612,047	\$5,171,320	\$2,397,061	\$7,568,381	\$956,334	14.46%	
10	TOTAL RESOURCES AVAILABLE	\$3,967,846			\$7,658,621	\$3,690,775	93.02%	
11	Less: Expenditures							
12 1xx	Classroom Instruction	\$1,567,062	\$632,858	\$669,028	\$1,301,886	(\$265,176)	-16.92%	Per Mar 2019 (as noted in total projected column G) amended budget factoring final ESP contract, projected current year blended count and impact of prior year state aid adjustment
13	Support Services							
14 21x	Pupil Support	\$35,700	\$82,479	\$290,908	\$373,387	\$337,687	945.90%	Per Mar 2019 amended budget factoring At Risk programming
15 22x	Instructional Staff Supp	\$323,905	\$279,371	\$9,550	\$288,921	(\$34,985)	-10.80%	Per Mar 2019 (as noted in total projected column G) amended budget factoring final ESP contract, projected current year blended count and impact of prior year state aid adjustment
16 23x	General Admin	\$143,060	\$235,534	(\$2,561)	\$232,973	\$89,913	62.85%	Per Mar 2019 (as noted in total projected column G) amended budget factoring final ESP contract, projected current year blended count and impact of prior year state aid adjustment - need to amend to include board and school direct expenses
17 24x	School Admin	\$480,336	\$416,600	\$73,084	\$489,684	\$9,348	1.95%	
18 25x	Business Admin	\$67,256	\$104,729	(\$33,203)	\$71,526	\$4,270	6.35%	Per Mar 2019 (as noted in total projected column G) amended budget factoring final ESP contract, projected current year blended count and impact of prior year state aid adjustment - need to amend to include board and school direct expenses
19 26x	Oper/Maintenance	\$65,850	\$44,065	\$25,120	\$69,186	\$3,266	5.00%	Per Mar 2019 (as noted in total projected column G) amended budget factoring final ESP contract, projected current year blended count and impact of prior year state aid adjustment
20 27x	Transportation	\$0	\$0	\$0	\$0	\$0	0.00%	
21 28x	Central Admin	\$353,703	\$639,198	\$357,181	\$996,379	\$642,676	181.70%	Per Mar 2019 (as noted in total projected column G) amended budget factoring final ESP contract, projected current year blended count and impact of prior year state aid adjustment - Placeholder for liability that was recorded per 17-18 audit
22 29x	Other	\$0	\$0	\$2,644,201	\$2,644,201	\$2,644,201	100.00%	
23 3xx	Community Services	\$0	\$0	\$0	\$0	\$0	0.00%	
24 41,42,43	Outgoing Transfers	\$0	\$0	\$0	\$0	\$0	0.00%	
25 45x	Facilities Acquisition	\$0	\$0	\$0	\$0	\$0	0.00%	
26 51x	Debt Service	\$0	\$0	\$0	\$0	\$0	0.00%	
27 6xx	Fund Modifications	\$0	\$0	\$0	\$0	\$0	0.00%	
28	TOTAL EXPEND. & OUTGOING TRNSFRS	\$3,036,913	\$2,434,837	\$4,033,306	\$6,468,143	\$3,431,230	112.98%	
29	ENDING FUND BALANCE	\$930,933			\$1,190,478	\$259,545	27.88%	

Notes

Column G = Amended budget presented at the March 2019 Board meeting
Row 32, Column F amount is the Overpayment amount recorded as a liability in the balance sheet per the 17-18 audit
Negative amounts in Column F will be updated in a amendment for April 2019